

**CITY OF BISMARCK**  
**EMPLOYEES PENSION FUND**  
**State Investment Board**  
**Balance Sheet**  
**As of 6/30/2008**

	As of <u>6-30-08</u>	As of <u>6-30-07</u>
<b>ASSETS:</b>		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 14,931,773	\$ 17,303,267
INTERNATIONAL EQUITIES	5,751,631	7,067,608
DOMESTIC FIXED INCOME	18,366,334	17,176,734
INTERNATIONAL FIXED INCOME	4,731,544	4,285,133
REAL ESTATE	5,375,053	5,033,894
ALTERNATIVE INVESTMENTS	303,817	293,616
INVESTED CASH (NOTE 1)	<u>177,709</u>	<u>357,180</u>
 TOTAL INVESTMENTS	 49,637,861	 51,517,432
 RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	<u>82,703</u>	<u>107,449</u>
 TOTAL RECEIVABLES	 82,703	 107,449
 OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	917,267	4,876,679
 TOTAL ASSETS	 <u>\$ 50,637,831</u>	 <u>\$ 56,501,560</u>
 <b>LIABILITIES:</b>		
SECURITIES LENDING COLLATERAL (NOTE 2)	917,267	4,876,679
INVESTMENT EXPENSE PAYABLE	<u>67,832</u>	<u>79,326</u>
 TOTAL LIABILITIES	 985,099	 4,956,005
 NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	51,545,555	44,002,952
CASH IN DURING YEAR (NOTE 3)	0	0
CASH OUT DURING YEAR (NOTE 4)	0	0
NET INCREASE (DECREASE)	<u>(1,892,823)</u>	<u>7,542,603</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>49,652,732</u>	 <u>51,545,555</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u>\$ 50,637,831</u>	 <u>\$ 56,501,560</u>

**CITY OF BISMARCK  
EMPLOYEES PENSION FUND  
State Investment Board  
Profit and Loss Statement  
For the Month Ended 6/30/2008**

	Month Ended <u>6-30-08</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 153,780	\$ 1,478,143
SECURITIES LENDING INCOME	<u>2,291</u>	<u>104,911</u>
	156,071	1,583,054
 GAIN ON SALE OF INVESTMENTS	 373,053	 4,741,127
LOSS ON SALE OF INVESTMENTS	<u>352,855</u>	<u>4,024,420</u>
 NET GAINS (LOSSES) INVESTMENTS	 20,198	 716,707
 INVESTMENT EXPENSES	 25,244	 330,632
SECURITIES LENDING EXPENSES	878	94,265
 NET INVESTMENT INCOME	 150,147	 1,874,864
 NET APPREC (DEPREC) MARKET VALUE	 (2,012,326)	 (3,686,208)
MISCELLANEOUS INCOME/(EXPENSE)	<u>(13,916)</u>	<u>(81,479)</u>
 TOTAL INVESTMENT INCOME	 <u>(1,876,095)</u>	 <u>(1,892,823)</u>
 NET INCREASE (DECREASE)	 <u>\$ (1,876,095)</u>	 <u>\$ (1,892,823)</u>

**CITY OF BISMARCK**  
**EMPLOYEES PENSION FUND**  
**Notes To Financial Statements**  
**June 30, 2008**

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

**NOTE 1**    **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

**NOTE 2**    **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

**NOTE 3**    **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

**NOTE 4**    **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.